

UNITED STATES OF AMERICA
POSTAL REGULATORY COMMISSION
WASHINGTON, DC 20268-0001

Consideration of Technical Methods to Be
Applied in Workshare Discount Design

Docket No. RM2010-13

NOTICE OF ERRATA

(Issued May 9, 2012)

Library Reference PRC-RM2010-13-LR1 was filed by the Commission in support of Order No. 1320, which resolved the issues raised in Docket No. RM2010-13. That library reference calculated avoidable collection costs for the Metered Mail Base Group within Single-Piece First-Class letter mail. The results of those calculations were presented in the table that appears at page 31 of Order No. 1320. Cell I7 (Eye Seven) of that library reference mis-referenced the rural carrier collection costs for Single-Piece First-Class Mail cards when the intended reference was to the rural carrier collection costs for Single-Piece First-Class Mail letters. Library Reference PRC-RM2010-13-LR1 (revised) accompanying this Notice corrects the reference in cell I7. The correction increases the estimated unit collection cost that would be avoided by presorting mail of the Metered Mail Base Group from 2.410 cents to 2.57 cents.

Correcting the reference in cell I7 necessitates the following conforming correction to the text of Order No. 1320. On page 29, line 4, change the figure “2.410 cents” to “2.571 cents”.

In addition, in n.35, line 5, insert the word “to” after “CHIR No. 1.” In n.36, line 2, replace the word “that” with “than.”

Correcting the reference in cell I7 also necessitates a conforming correction of the table that appears at page 31 of Order No. 1320. The corrected table appears below.

Selected First-Class Mail Letters					
Summary of FY 2011 Avoided Unit Costs					
	Mail Processing	Delivery	Collection	Total	Incremental
	Avoidable	Avoidable	Avoidable	Avoidable	Avoided
	Unit Cost	Unit Cost	Unit Cost	Unit Cost	Unit Cost
	(cents)	(cents)	(cents)	(cents)	(cents)
	[1]	[2]	[3]	[4]	[5]
FCM Letter Categories					
Metered Mail Base Group	12.101	4.808	2.571	19.480	
Automation MAADC Presort Letters	8.539	5.004	0.000	13.543	5.938
Automation AADC Presort Letters	6.682	4.715	0.000	11.397	2.146
Automation 3-Digit Presort Letters	6.326	4.704	0.000	11.029	0.368
Automation 5-Digit Presort Letters	4.069	4.503	0.000	8.573	2.457
Note: The incremental avoided cost [column 5] of each more finely sorted rate category is determined by subtracting its avoidable cost [column 4] from those of the category above it. For example, to obtain the avoided cost of Automation MAADC letters, its avoidable cost is subtracted from the avoidable cost of the Metered Mail Base Group.					
Sources: [1] and [2] - Docket No. ACR2011, Response to CHIR No. 1, question 2. [3] - Updated from Docket No. RM2010-13, Response to CHIR No. 1, adjusted as described in Section V.C.					

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Secretary